LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 7119 NOTE PREPARED: Jan 11, 2007

BILL NUMBER: HB 1579 BILL AMENDED:

SUBJECT: Discount for Online BMV Transactions.

FIRST AUTHOR: Rep. Smith BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: GENERAL IMPACT: State & Local

X DEDICATED FEDERAL

<u>Summary of Legislation</u>: This bill requires the Bureau of Motor Vehicles (BMV) to reduce the amount of a vehicle or motorboat registration fee if payment is made by a certain method of electronic payment. It provides that a registration fee made by this manner of electronic payment is not considered to be a transaction performed at a license branch. The bill provides that the BMV may not charge an additional fee for the use of electronic payment in this manner.

Effective Date: July 1, 2007.

Explanation of State Expenditures:

Explanation of State Revenues: The specific impact will depend upon the discount established by the BMV. The funds affected for both motor vehicle registrations and watercraft registrations are shown in the table below.

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Fund	Uses
Motor Vehicle Highway Account	Construction, reconstruction, and maintenance, along with supporting the BMV, the State Police, the Dept. of Transportation, and the State Department of Revenue
Highway Road and Street Fund	State Highway Fund - Funds must be appropriated
Local Road and Street Fund	Engineering and land acquisition, construction, maintenance, resurfacing, restoration, or rehabilitation
Public Safety Fee	Deposited into a special account known as the State Police Building Account which does not revert to the state General Fund or the Motor Vehicle Highway Account and is used for construction, maintenance, and equipping of and/or leasing of State Police facilities.
Crossroads 2000 Fund	Bonding for highway projects
BMV Technology Fund	Upgrade technology at the BMV
Anti-Terrorism Fund	Supports the Integrated Public Safety Commission
BMV Commission	Supports the operation of the licenses branches throughout the state
DNR Registration	First used to cover the employer's portion of the Conservation and Excise Officers Retirement Fund. The remainder, except for Lake and River Enhancement Fee (LARE), is for boating enforcement. 2/3 of LARE goes into the LARE Fund and is used for lake and river enhancement projects, and 1/3 goes into the Conservation Officers Marine Enforcement Fund and is used for marine enforcement.

Providing that a registration fee made by electronic payment is not considered to be a transaction performed at a license branch will reduce service fees which accrue to the licenses branches. The specific impact will depend the number of such transactions.

Explanation of Local Expenditures:

Explanation of Local Revenues:

<u>State Agencies Affected:</u> Bureau of Motor Vehicles; Department of Transportation; State Police; State Department of Revenue; Department of Natural Resources as recipients of the funds listed in the table above.

Local Agencies Affected: Recipients of the funds listed above, with the exception of the DNR fees.

Information Sources:

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